

1 AMENDMENT TO HOUSE BILL 185

2 AMENDMENT NO. \_\_\_\_\_. Amend House Bill 185 by replacing  
3 everything after the enacting clause with the following:

4 "Section 5. The Rural Bond Bank Act is amended by adding  
5 Section 3-26 as follows:

6 (30 ILCS 360/3-26 new)

7 Sec. 3-26. Road grader revolving loan program. The  
8 Illinois Rural Bond Bank is the administrator of a road  
9 grader revolving loan program. The purpose is to provide  
10 loans to units of local government for the purchase of road  
11 graders that are manufactured in the United States of  
12 America. For purposes of this Section, "unit of local  
13 government" means a county, township, or municipality; and  
14 "manufactured in the United States of America" means that all  
15 significant parts, processing, and labor that go into the  
16 road grader must be of U.S. origin and that the road grader  
17 must contain only negligible foreign content. "Road grader"  
18 includes any machinery with a purchase price of \$100,000 or  
19 more that is used for the construction or maintenance of  
20 roads. The Illinois Rural Bond Bank shall determine  
21 eligibility for the loans based on need, as determined by the  
22 Illinois Rural Bond Bank. The Illinois Rural Bond Bank must

1 give priority in making loans to units of local government  
2 without a road grader or with the oldest road grader.

3 The loan funds, subject to appropriation, shall be paid  
4 out of the Road Grader Revolving Loan Fund, a special fund in  
5 the State treasury. The Fund shall consist of any moneys  
6 transferred into or appropriated to the Fund as well as all  
7 repayments of loans made under this Section. The Fund shall  
8 be used for loans to units of local government to purchase  
9 road graders and for no other purpose. All interest earned on  
10 moneys in the Fund shall be deposited into the Fund.

11 The annual rate of interest on the loan is 1%.

12 The aggregate outstanding principal balance of loans to  
13 any one unit of local government for the purchase of road  
14 graders may not exceed \$350,000. The repayment period for the  
15 loan may not exceed 15 years. The unit of local government  
16 shall repay each year at least 5% of the principal amount  
17 borrowed or the remaining balance of the loan, whichever is  
18 less. All repayments of loans, including any interest, shall  
19 be deposited into the Road Grader Revolving Loan Fund.

20 The Illinois Rural Bond Bank must adopt rules to  
21 administer the program.

22 Section 10. The State Finance Act is amended by adding  
23 Section 5.595 as follows:

24 (30 ILCS 105/5.595 new)

25 Sec. 5.595. The Road Grader Revolving Loan Fund."